

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

<p>G-20471A SemStream Arizona Propane LLC PAGE Division 200 W Longhorn Rd Payson AZ 85541</p> <p>RECEIVED APR 16 2008</p>	<p>S</p>
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AZ CORPORATION COMMISSION
DIRECTOR OF UTILITIES

ANNUAL REPORT

FOR YEAR ENDING

12	31	2007
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FOR COMMISSION USE

ANN 02	07
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PROCESSED BY:

4-17-08

SCANNED

COMPANY INFORMATION

Company Name (Business Name) <u>SemStream Arizona Propane LLC - Division</u> PAGE			
Mailing Address <u>200 W Longhorn Rd</u>			
<u>Payson</u> (City)	<u>AZ</u> (State)	<u>85541</u> (Zip)	
<u>928-474-2294</u> Telephone No. (Include Area Code)	<u>928-474-0909</u> Fax No. (Include Area Code)	<u>N/A</u> Cell No. (Include Area Code)	
Email Address <u>DMANN @ SEMGROUP LP. COM</u>			
Local Office Mailing Address <u>200 W Longhorn Rd</u>			
<u>Payson</u> (City)	<u>AZ</u> (State)	<u>85541</u> (Zip)	
<u>928-474-2294</u> Local Office Telephone No. (Include Area Code)	<u>928-474-0909</u> Fax No. (Include Area Code)	<u>N/A</u> Cell No. (Include Area Code)	
Email Address <u>DMANN @ SEMGROUP LP. COM</u>			

MANAGEMENT INFORMATION

Management Contact: <u>Douglas R Mann</u> <u>President</u>			
<u>200 W Longhorn Rd</u> (Street)	<u>Payson</u> (City)	<u>AZ</u> (State)	<u>85541</u> (Zip)
<u>928-474-2294</u> Telephone No. (Include Area Code)	<u>928-474-0909</u> Fax No. (Include Area Code)	<u>N/A</u> Cell No. (Include Area Code)	
Email Address <u>DMANN @ SEMGROUP LP. COM</u>			
On Site Manager: <u>Floyd Elmore</u>			
<u>2000 E Frontage</u> (Street)	<u>Page</u> (City)	<u>AZ</u> (State)	<u>85541</u> (Zip)
<u>928-645-2391</u> Telephone No. (Include Area Code)	<u>928-645-3315</u> Fax No. (Include Area Code)	<u>N/A</u> Cell No. (Include Area Code)	
Email Address <u>FELMORE @ SEMGROUP LP. COM</u>			

☒ Please mark this box if the above address(es) have changed or are updated since the last filing.

Statutory Agent: Douglas R Mann

(Name)

200 W Longhorn Rd Payson Az 85541

(Street)

(City)

(State)

(Zip)

928-474-2294

Telephone No. (Include Area Code)

928-474-0909

Fax No. (Include Area Code)

N/A

Cell No. (Include Area Code)

Attorney: Michael M Grant, Gallagher + Kennedy P.A.

(Name)

2575 E Camelback Rd Phoenix Az 85061

(Street)

(City)

(State)

(Zip)

602-530-8291

Telephone No. (Include Area Code)

602-530-8500

Fax No. (Include Area Code)

N/A

Cell No. (Include Area Code)

Email Address N/A

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

OWNERSHIP INFORMATION

Check the following box that applies to your company:

☐ Sole Proprietor (S)

☐ C Corporation (C) (Other than Association/Co-op)

☐ Partnership (P)

☐ Subchapter S Corporation (Z)

☐ Bankruptcy (B)

☐ Association/Co-op (A)

☐ Receivership (R)

☒ Limited Liability Company

☐ Other (Describe) _____

COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

☐ APACHE

☐ COCHISE

☒ COCONINO

☐ GILA

☐ GRAHAM

☐ GREENLEE

☐ LA PAZ

☐ MARICOPA

☐ MOHAVE

☐ NAVAJO

☐ PIMA

☐ PINAL

☐ SANTA CRUZ

☐ YAVAPAI

☐ YUMA

☐ STATEWIDE

SERVICES AUTHORIZED TO PROVIDE

Check the following box/es for the services that you are authorized to provide:

☐ **Electric**

- ☐ Investor Owned Electric
- ☐ Rural Electric Cooperative
- ☐ Utility Distribution Company
- ☐ Electric Service Provider
 - ☐ Transmission Service Provider
 - ☐ Meter Service Provider
 - ☐ Meter Reading Service Provider
 - ☐ Billing and Collection
 - ☐ Ancillary Services
 - ☐ Generation Provider
 - ☐ Aggregator/Broker

☐ **Telecommunications**

- ☐ Incumbent Local Exchange Carrier
- ☐ Interexchange Carrier
- ☐ Competitive Local Exchange Carrier
- ☐ Reseller
- ☐ Alternative Operator Service Provider

☒ **Gas**

- ☐ Natural Gas
- ☒ Propane

☐ **Other (Specify)** _____

STATISTICAL INFORMATION

TELECOMMUNICATION UTILITIES ONLY

Total residence local exchange access lines	_____
Total business local exchange access lines	_____
Total revenue from Arizona operations	\$ _____
Total income from Arizona operations	\$ _____
Value of assets used to serve Arizona customers	\$ _____
Accumulated depreciation associated with those assets	\$ _____

STATISTICAL INFORMATION (CONT'D)

ELECTRIC UTILITY PROVIDERS ONLY

Total number of customers

Residential

Commercial

Industrial

Public street and highway lighting

Irrigation

Resale

Total kilowatt-hours sold

Residential

Commercial

Industrial

Public street and highway lighting

Irrigation

Resale

Maximum Peak Load

kWh

GAS UTILITIES ONLY

Total number of customers

Residential

Commercial

Industrial

Irrigation

Resale

Total therms sold

Residential

Commercial

Industrial

Irrigation

Resale

1348

1159

189

399,895

therms

146,864

253,031

**VERIFICATION
AND
SWORN STATEMENT
Intrastate Revenues Only**

RECEIVED

APR 7 6 2008

AZ CORPORATION COMMISSION
DIRECTOR OF UTILITIES

VERIFICATION

STATE OF _____
I, THE UNDERSIGNED
OF THE

COUNTY OF (COUNTY NAME) <u>COCONINO</u>
NAME (OWNER OR OFFICIAL) TITLE <u>Douglas R. Mann</u> <u>Statutory Agent</u>
COMPANY NAME <u>SemStream Arizona Propane LLC</u>

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH <u>12</u>	DAY <u>31</u>	YEAR <u>2007</u>
--------------------	------------------	---------------------

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2007 WAS:

Arizona Intrastate Gross Operating Revenues Only (\$)

\$ 1,072,248

(THE AMOUNT IN BOX ABOVE
INCLUDES \$ 95,034
IN SALES TAXES BILLED, OR COLLECTED)

****REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)**

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

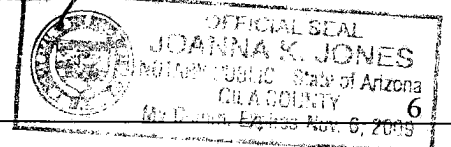
THIS 11th DAY OF _____
(SEAL)

Douglas R. Mann
SIGNATURE OF OWNER OR OFFICIAL
928-474-2294
TELEPHONE NUMBER

COUNTY NAME <u>Gila</u>	
MONTH <u>April</u>	YEAR <u>2008</u>

Joanna K. Jones
SIGNATURE OF NOTARY PUBLIC

MY COMMISSION EXPIRES Nov. 6, 2009



**VERIFICATION
AND
SWORN STATEMENT
RESIDENTIAL REVENUE
INTRASTATE REVENUES ONLY**

RECEIVED

APR 16 2008

AZ CORPORATION COMMISSION
DIRECTOR OF UTILITIES

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME) <u>COCONINO</u>	
NAME (OWNER OR OFFICIAL) <u>Douglas R MANN</u>	TITLE <u>Statutory Agent</u>
COMPANY NAME <u>SemStream Arizona Propane LLC</u>	

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH <u>12</u>	DAY <u>31</u>	YEAR <u>2007</u>
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HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2007 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES

\$ 329,725

(THE AMOUNT IN BOX AT LEFT

INCLUDES \$ 29,224
IN SALES TAXES BILLED, OR COLLECTED

***RESIDENTIAL REVENUE REPORTED ON THIS PAGE
MUST INCLUDE SALES TAXES BILLED.**

X Douglas R. Mann
SIGNATURE OF OWNER OR OFFICIAL

928-474-2294
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

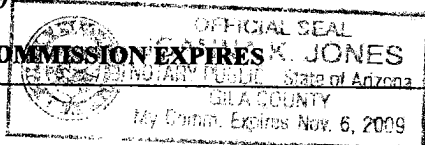
THIS

11th

DAY OF

(SEAL)

MY COMMISSION EXPIRES



NOTARY PUBLIC NAME <u>Joanna Jones</u>	
COUNTY NAME <u>Gila</u>	
MONTH <u>April</u>	YEAR <u>2008</u>

X Joanna Jones
SIGNATURE OF NOTARY PUBLIC

FINANCIAL INFORMATION

Attach to this annual report a copy of the companies' year-end (Calendar Year 2007) financial statements. If you do not compile these reports, the Utilities Division will supply you with blank financial statements for completion and filing. **ALL INFORMATION MUST BE ARIZONA-SPECIFIC AND REFLECT OPERATING RESULTS IN ARIZONA.**

SemStream Arizona Propane, LP
Page Division
Income Statement Summary
December-07

Period to Date	<u>Dec, 2007</u>	<u>June-Dec 2007</u>
Sales	492,009	1,685,938
Cost of Sales	<u>389,700</u>	<u>1,297,676</u>
Gross Profit (Loss)	102,309	388,262
Operation Expenses	29,882	169,377
G&A Expenses	<u>13,228</u>	<u>88,992</u>
EBITDA	\$ 59,199	\$ 129,893
Other Exp/Inc - Net	56	1,983
Interest	2,937	20,039
Depreciation	12,467	87,267
Amortization	<u>375</u>	<u>2,622</u>
Net Income (Loss)	<u>\$ 43,364</u>	<u>\$ 17,982</u>

Note: SemStream Arizona Propane purchased the Page Division from Southwest Gas on June 1, 2007.
These financials reflect the financial activity from June -Dec 2007.

SemStream Arizona Propane, LP
Page Division
Balance Sheet
December-07

December-07

Current Assets		
Cash and Cash Equivalents	98,016	
Accounts Receivable	248,137	
Accrued Gas Receivables	246,742	
Inventory	95,294	
Deferred Purchased Gas Costs	563,071	
Other Current Assets	795	
Total Current Assets		1,252,055
Long Term Assets		
Gross Property, Plant and Equipment	4,169,474	
Less Accumulated Depreciation	(2,640,299)	
Net Property, Plant and Equipment		1,529,175
Goodwill	54,887	
Other Intangibles	67,379	
Other Long Term Assets	21,815	
Total Other Long Term Assets		144,080
Total Assets		<u>2,925,310</u>
Liabilities		
Accounts Payable	5,196	
Accounts Payable- Intercompany	1,289,216	
Accrued Liabilities	145,319	
Other Current Liabilities		1,439,730
Other Long Term Liabilities		77,926
Total Liabilities		<u>1,517,656</u>
Net Income	17,983	
Partners Capital	1,389,670	
Total Equity		1,407,653
Total Liabilities and Equity		<u>2,925,310</u>

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ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

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G-20471A
SemStream Arizona Propane, LLC - Payson Division
~~c/o Kevin D. Quigley~~
~~One Renaissance Square, Two N. Central Ave.~~
~~Phoenix, AZ 850042391~~
c/o Douglas MANN
200 W Longhorn Rd
Payson AZ 85541

RECEIVED

APR 16 2008

AZ CORPORATION COMMISSION
DIRECTOR OF UTILITIES

ANNUAL REPORT

FOR YEAR ENDING

12	31	2007
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FOR COMMISSION USE

ANN 02	07
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PROCESSED BY:

4-17-08

SCANNED

COMPANY INFORMATION

Company Name (Business Name) <u>SemStream Arizona Propane LLC - Division</u> ^{Payson}			
Mailing Address <u>200 W Longhorn Rd</u>			
<u>Payson</u> (City)	<u>AZ</u> (State)	<u>85541</u> (Zip)	
<u>928-474-2294</u> Telephone No. (Include Area Code)	<u>928-474-0909</u> Fax No. (Include Area Code)	<u>N/A</u> Cell No. (Include Area Code)	
Email Address <u>DMANN @ SEMGROUPLP.COM</u>			
Local Office Mailing Address <u>200 W Longhorn Rd</u>			
<u>Payson</u> (City)	<u>AZ</u> (State)	<u>85541</u> (Zip)	
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Email Address <u>DMANN @ SEMGROUPLP.COM</u>			

MANAGEMENT INFORMATION

Management Contact: <u>Douglas R. MANN</u>		<u>President</u>	
(Name)		(Title)	
<u>200 W Longhorn Rd</u>		<u>Payson</u>	<u>AZ 85541</u>
(Street)		(City)	(State) (Zip)
<u>928-474-2294</u>	<u>928-474-0909</u>	<u>N/A</u>	
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Cell No. (Include Area Code)	
Email Address <u>DMANN @ SEMGROUPLP.COM</u>			
On Site Manager: <u>Douglas R. MANN</u>			
(Name)			
<u>200 W Longhorn</u>		<u>Payson</u>	<u>AZ 85541</u>
(Street)		(City)	(State) (Zip)
<u>928-474-2294</u>	<u>928-474-0909</u>	<u>N/A</u>	
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Cell No. (Include Area Code)	
Email Address <u>DMANN @ SEMGROUPLP.COM</u>			

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Statutory Agent: Douglas R Mann

(Name)

200 W Longhorn Rd Payson Az 85541

(Street)

(City)

(State)

(Zip)

928-474-2294

Telephone No. (Include Area Code)

928-474-0909

Fax No. (Include Area Code)

N/A

Cell No. (Include Area Code)

Attorney: Michael M Grant, Gallagher + Kennedy P.A.

(Name)

2575 E Camelback Rd Phoenix Az 85061

(Street)

(City)

(State)

(Zip)

602-530-8291

Telephone No. (Include Area Code)

602-530-8500

Fax No. (Include Area Code)

N/A

Cell No. (Include Area Code)

Email Address N/A

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OWNERSHIP INFORMATION

Check the following box that applies to your company:

☐ Sole Proprietor (S)

☐ C Corporation (C) (Other than Association/Co-op)

☐ Partnership (P)

☐ Subchapter S Corporation (Z)

☐ Bankruptcy (B)

☐ Association/Co-op (A)

☐ Receivership (R)

☒ Limited Liability Company

☐ Other (Describe) _____

COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

☐ APACHE

☐ COCHISE

☐ COCONINO

☒ GILA

☐ GRAHAM

☐ GREENLEE

☐ LA PAZ

☐ MARICOPA

☐ MOHAVE

☐ NAVAJO

☐ PIMA

☐ PINAL

☐ SANTA CRUZ

☐ YAVAPAI

☐ YUMA

☐ STATEWIDE

SERVICES AUTHORIZED TO PROVIDE

Check the following box/es for the services that you are authorized to provide:

☐ **Electric**

- ☐ Investor Owned Electric
- ☐ Rural Electric Cooperative
- ☐ Utility Distribution Company
- ☐ Electric Service Provider
 - ☐ Transmission Service Provider
 - ☐ Meter Service Provider
 - ☐ Meter Reading Service Provider
 - ☐ Billing and Collection
 - ☐ Ancillary Services
 - ☐ Generation Provider
 - ☐ Aggregator/Broker

☐ **Telecommunications**

- ☐ Incumbent Local Exchange Carrier
- ☐ Interexchange Carrier
- ☐ Competitive Local Exchange Carrier
- ☐ Reseller
- ☐ Alternative Operator Service Provider

☒ **Gas**

- ☐ Natural Gas
- ☒ Propane

☐ **Other (Specify)** _____

STATISTICAL INFORMATION

TELECOMMUNICATION UTILITIES ONLY

Total residence local exchange access lines	_____
Total business local exchange access lines	_____
Total revenue from Arizona operations	\$ _____
Total income from Arizona operations	\$ _____
Value of assets used to serve Arizona customers	\$ _____
Accumulated depreciation associated with those assets	\$ _____

STATISTICAL INFORMATION (CONT'D)

ELECTRIC UTILITY PROVIDERS ONLY

Total number of customers

Residential

Commercial

Industrial

Public street and highway lighting

Irrigation

Resale

Total kilowatt-hours sold

Residential

Commercial

Industrial

Public street and highway lighting

Irrigation

Resale

kWh

Maximum Peak Load

MW

GAS UTILITIES ONLY

Total number of customers

Residential

Commercial

Industrial

Irrigation

Resale

7779

7195

511

78

Total therms sold

Residential

Commercial

Industrial

Irrigation

Resale

3638066 therms

2544694

632788

460584

**VERIFICATION
AND
SWORN STATEMENT
Intrastate Revenues Only**

RECEIVED

APR 16 2008

AZ CORPORATION COMMISSION
DIRECTOR OF UTILITIES

VERIFICATION

STATE OF _____

**I, THE UNDERSIGNED
OF THE**

COUNTY OF (COUNTY NAME)
Gila
NAME (OWNER OR OFFICIAL) TITLE
Douglas R. Mann, Statutory Agent
COMPANY NAME
SemStream Arizona Propane LLC

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2007

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2007 WAS:

Arizona Intrastate Gross Operating Revenues Only (\$)

\$ 10,142,546

**(THE AMOUNT IN BOX ABOVE
INCLUDES \$ 813,493
IN SALES TAXES BILLED, OR COLLECTED)**

****REVENUE REPORTED ON THIS PAGE MUST
INCLUDE SALES TAXES BILLED OR
COLLECTED. IF FOR ANY OTHER REASON,
THE REVENUE REPORTED ABOVE DOES NOT
AGREE WITH TOTAL OPERATING REVENUES
ELSEWHERE REPORTED, ATTACH THOSE
STATEMENTS THAT RECONCILE THE
DIFFERENCE. (EXPLAIN IN DETAIL)**

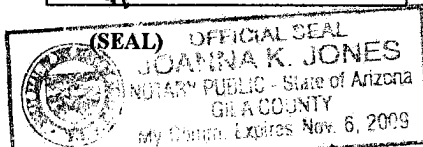
SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

11th

DAY OF



MY COMMISSION EXPIRES Nov. 6, 2009

Douglas R. Mann
SIGNATURE OF OWNER OR OFFICIAL
928-474-3294
TELEPHONE NUMBER

COUNTY NAME	Gila
MONTH	April
YEAR	2008

Joanna K. Jones
SIGNATURE OF NOTARY PUBLIC

**VERIFICATION
AND
SWORN STATEMENT
RESIDENTIAL REVENUE
INTRASTATE REVENUES ONLY**

RECEIVED

APR 16 2008

AZ CORPORATION COMMISSION
DIRECTOR OF UTILITIES

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME) <u>Gila</u>	
NAME (OWNER OR OFFICIAL) <u>Douglas R. Mann</u>	TITLE <u>Statutory Agent</u>
COMPANY NAME <u>SamStream Arizona Propane LLC</u>	

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH <u>12</u>	DAY <u>31</u>	YEAR <u>2007</u>
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ARIZONA INTRASTATE GROSS OPERATING REVENUES

\$ 7,287,459

(THE AMOUNT IN BOX AT LEFT

INCLUDES \$ 584,498
IN SALES TAXES BILLED, OR COLLECTED

*RESIDENTIAL REVENUE REPORTED ON THIS PAGE
MUST INCLUDE SALES TAXES BILLED.

X Douglas R. Mann
SIGNATURE OF OWNER OR OFFICIAL
928-474-2294
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

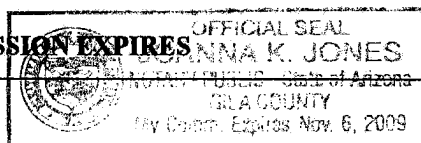
THIS

11th

DAY OF

(SEAL)

MY COMMISSION EXPIRES



NOTARY PUBLIC NAME <u>Joanna Jones</u>	
COUNTY NAME <u>Gila</u>	
MONTH <u>April</u>	YEAR <u>2008</u>

X Joanna K. Jones
SIGNATURE OF NOTARY PUBLIC

FINANCIAL INFORMATION

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SemStream Arizona Propane, LP
Payson Division
Income Statement Summary
December-07

Period to Date	<u>Dec, 2007</u>	<u>April-Dec 2007</u>
Sales	1,861,221	5,459,379
Cost of Sales	<u>1,435,136</u>	<u>3,995,423</u>
Gross Profit (Loss)	426,085	1,463,956
Operation Expenses	92,139	695,873
G&A Expenses	<u>68,408</u>	<u>671,065</u>
EBITDA	\$ 265,538	\$ 97,018
Other Exp/Inc - Net	23,384	58,991
Interest	19,950	155,434
Depreciation	49,296	443,666
Amortization	<u>36,348</u>	<u>327,140</u>
Net Income (Loss)	<u>\$ 136,560</u>	<u>\$ (888,213)</u>

Note: SemStream Arizona Propane purchased the Payson Division from Energy West April 1, 2007.
These financials reflect the financial activity from April -Dec 2007.

SemStream Arizona Propane, LP
Payson Division
Balance Sheet
December-07

December-07

Current Assets		
Cash and Cash Equivalents	576,762	
Accounts Receivable	427,716	
Accrued Gas Receivables	1,690,331	
Inventory	182,746	
Deferred Purchased Gas Costs	1,187,856	
Other Current Assets	5,100	
Total Current Assets		4,070,510
Long Term Assets		
Gross Property, Plant and Equipment	12,286,613	
Less Accumulated Depreciation	(4,941,435)	
Net Property, Plant and Equipment		7,345,177
Goodwill	3,555,760	
Other Intangibles	2,435,720	
Other Long Term Assets	2,728	
Total Other Long Term Assets		5,994,208
Total Assets		<u>17,409,896</u>
Liabilities		
Accounts Payable	28,547	
Accounts Payable- Intercompany	4,603,964	
Accrued Liabilities	1,564,473	
Other Current Liabilities		6,196,983
Total Liabilities		<u>6,196,983</u>
Net Income	(888,214)	
Partners Capital	12,101,126	
Total Equity		11,212,913
Total Liabilities and Equity		<u>17,409,896</u>